

DEPARTMENT OF CORPORATIONS*Business Services and Consumer and Investor Protection***Preston DuFauchard****California Corporations Commissioner****Sacramento, California**IN REPLY REFER TO:
FILE NO: PRO 14/10**NOTICE OF CHANGES TO PROPOSED RULEMAKING ACTION OF
THE CALIFORNIA CORPORATIONS COMMISSIONER UNDER THE
CALIFORNIA FINANCE LENDERS LAW
(SECOND 15-DAY COMMENT PERIOD)**

To Interested Persons:

On February 25, 2011, the California Corporations Commissioner published a Notice of Proposed Changes regarding the proposed amendments to Sections 1550 and 1552, and adopting Sections 1580 through 1596 of Title 10 of the California Code of Regulations, under the California Finance Lenders Law (see California Regulatory Notice Register 2011, No. 8-Z). On May 2, 2011, the Commissioner made available for public comment changes to the original text.

Because the proposed text of Section 1585 differs from the text of the regulations dated May 2, 2011, a copy of the revised text is being made available to the public in accordance with the requirements of Government Code Section 11346.8(c). The text showing modifications to Section 1585 is attached. Additions to this section are shown by double italic underlining and deletions are shown by double italic strike-out.

REASONS FOR CHANGES

Changes were made to the proposed text in Section 1585 of the regulations dated May 2, 2011, to correct the Department of Corporations' error concerning public disclosure of a licensee's annual report. Financial Code Section 22361(b) provides that the information disclosed to the Commissioner for the purpose of preparing the report to the Legislature is exempt from public disclosure under Government Code Section 6254(d)(2). Accordingly, a licensee's annual report under the Pilot Program for Affordable Credit-Building Opportunities is not a public document. Consequently, the Department has corrected language in proposed Section 1585.

The initial statement of reasons for the proposed action containing all the information upon which the proposal is based is available from the Office of Legislation and Policy, Sacramento Office of the Department of Corporations. Request document

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PRO 14/10-C. This document is also available at the Department's website at www.corp.ca.gov. As required by the Administrative Procedure Act, the Office of Legislation and Policy maintains a hearing file containing all the information upon which the proposal is based. The rulemaking file is available for public inspection during regular business hours. Comments or inquiries concerning these proposed regulation changes may be directed to Karen Fong or Tanya Bosch at (916) 322-3553.

15-DAY COMMENT PERIOD

Any interested person may submit written comments regarding the changes from the originally proposed amendments by written communication addressed to the California Corporations Commissioner, Attn: Karen Fong, Staff Services Analyst, Office of Legislation and Policy, 1515 K Street, Suite 200, Sacramento, California 95814 and received on or before 5 p.m., September 9, 2011. Written comments may also be sent to Karen Fong via electronic mail at regulations@corp.ca.gov or via fax at (916) 322-5875.

Dated: August 24, 2011
Sacramento, California